ORIGINAL



LOCCA

Passed	THIS AMENDMENT: Passed as amended by	
Failed	Not Offered	Withdrawn

GLEASON PROPOSED AMENDMENT #1

DATE PREPARED: December 13, 2007

COMPANY:

Las Quintas Serenas Water Company

DOCKET NOs:

W-01583A-04-0178, W-01583A-05-0326 and W-01583A-05-0340

OPEN MEETING DATES: December 18 and 19, 2007

AGENDA ITEM: <u>U-4</u>

Page 5, between lines 26 and 27 INSERT a new Finding of Fact No. 26 to read:

"26. Without the surcharge proposed by Staff, the lost revenue resulting from the sprinkler tariff creates uncertainty about the Company's ability to meet operating expenses and debt service arising from arsenic remediation. While the Company is willing to risk that it will be able to meet these costs until its next rate case, the circumstances dictate that we not rely on the Company's mere expectation as to when it will file its next rate case. Accordingly, we will require the Company to file a permanent rate case no later than May 30, 2010, using a calendar 2009 test year."

Renumber Findings of Fact to conform

Page 8, between lines 3 and 4 INSERT a new ordering paragraph read:

"IT IS FURTHER ORDERED that Las Quintas Serenas Water Company shall, no later than May 30, 2010, file a permanent rate case based on a calendar 2009 test year."

Make all conforming changes

Arizona Corporation Commission
DOCKETED

DEC 13 2007

DOCKETED BY MR

AZ CORP COMMISSION